COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SOUTH KENTUCKY)		
RURAL ELECTRIC COOPERATIVE CORPORATION)		
FOR AN ADJUSTMENT TO ITS RETAIL)	CASE NO.	94-400
FIFCTRIC DOWER TARIFFS)		

ORDER

South Kentucky Rural Electric Cooperative Corporation ("South Kentucky") initiated this case to pass to its customers a decrease in power costs proposed by its wholesale power supplier, East Kentucky Power Cooperative, Inc. ("East Kentucky"). On July 26, 1995, the Commission approved changes in South Kentucky's retail rates designed to reflect an annual wholesale power cost decrease from East Kentucky of \$3,317,233.

The Commission has now concluded the rehearing phase of the East Kentucky rate case and has determined that its rates should be decreased further. This will result in an additional wholesale power cost decrease for South Kentucky of \$301,595, for an overall decrease of \$3,618,828. Accordingly, South Kentucky's retail rates have been reduced, as set forth in Appendix A of this Order, to pass this further reduction of \$301,595 to its customers effective with service rendered on and after March 1, 1996.

IT IS THEREFORE ORDERED that:

1. The rates in Appendix A, attached hereto and incorporated herein, are approved for service rendered on and after March 1, 1996.

2. Within 20 days of the date of this Order, South Kentucky shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky this 28th day of February, 1996.

PUBLIC SERVICE COMMISSION

Chai/rman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 94-400 DATED FEBRUARY 28, 1996

The following rates and charges are prescribed for the customers in the area served by South Kentucky Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

SCHEDULE A

RESIDENTIAL, FARM AND NON-FARM SERVICE

Rate:

All KWH Per Month

\$.05315 Per KWH

MARKETING RATE - ETS

Rate:

All KWH Per Month

\$.03189 Per KWH

SMALL COMMERCIAL RATE

Rate:

All KWH Per Month

\$.05862 Per KWH

MARKETING RATE - ETS

Rate:

All KWH Per Month

\$.03517 Per KWH

SCHEDULE LP LARGE POWER RATE

Rate:

All KWH Per Month	\$.03360 Per KWH
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SCHEDULE LP (CONTRACT 11)

Energy	Charge
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First	3,500	KWH	Per	Month	\$.03707	Per	KWH
Next	6,500	KWH	Per	Month	.03601	Per	KWH
Next	140,000	KWH	Per	Month	.03493	Per	KWH
Next	150,000	KWH	Per	Month	.03440	Per	KWH
Next	300,000	KWH	Per	Month	03386	Par	KMH

SCHEDULE LP (CONTRACT 14)

Energy Charge

First	3,500	KWH	Per	Month	\$.03777	Per	KWH
Next	6,500	KWH	Per	Month	.03607		
Next	140,000	KWH	Per	Month	.03280	Per	KWH
Next	150,000	KWH	Per	Month	.03267	Per	KWH
Next	300,000	KWH	Per	Month	.03257	Per	KWH

SCHEDULE LP 1 LARGE POWER RATE (1,000 KW to 4,999 KW)

Rate:

Energy Charge \$.02917 Per KWH

SCHEDULE LP 2 LARGE POWER RATE (5,000 KW to 9,999 KW)

Rate:

Energy Charge

Per KWH for the first 425 KWH
per KW of Billing Demand \$.02917 Per KWH

Per KWH for all remaining KWH .02316 Per KWH

SCHEDULE LP 3 LARGE POWER RATE (1,000 KW to 2,999 KW)

Rate:

Energy Charge

\$.02436 Per KWH

SCHEDULE OPS OPTIONAL POWER SERVICE

Rate:

Energy Charge
All KWH Per Month

\$.06519 Per KWH

SCHEDULE STL STREET LIGHTING SERVICE

Rate Per Light Per Month:

Mercury Vapor or Sodium 7,000 - 10,000 Lumens

\$ 3.65

Mercury Vapor or Sodium 15,000 - 28,000 Lumens

5.61

SCHEDULE OL
OUTDOOR LIGHTING SERVICE
SECURITY LIGHTS

Rate Per Light Per Month:

Mercury Vapor or Sodium 7,000 - 10,000 Lumens

Unmetered
Directional Floodlight, Unmetered

5.45

8.55

SCHEDULE TVB
UNMETERED COMMERCIAL SERVICE

Class and Rates Per Month:

Cable TV Amplifiers (75 KWH Per Month)

\$ 7.03 Per Month